

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

MA&UD Department – Pulivendula Municipality – According revised administrative sanction for an amount of Rs.78.38 crores for Providing Underground Drainage network in the entire area of zone I, II, III of Pulivendula Municipality and Providing Water Supply Distribution network in the entire area and also restoration of roads in the entire area of Pulivendula Municipality and also to take up the additional works with the present agency with existing agreement conditions, and to approve the work slip for Rs. 72.88 Crores, which is 25.32 % excess over IBM (Excluding T.P.) – Orders – Issued.

MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (A2) DEPARTMENT

G.O.Ms.No. 212

Dated:27-02-2009.

Read the following:

- 1.G.O.Ms.No.706, MA&UD (A1) Deptt., dt.20-9-2007.
2. From the Engineer-in-Chief (PH), Hyderabad Lr.No. 1554/PVDL/T5/2009, dt. 06.02.2009.

ORDER:

In the reference 1ST read above, orders were issued according Administrative sanction for the comprehensive works of Providing Underground Drainage network in the entire area of Zone IV & in the balance areas of Zone, I, II & III, for Providing Water Supply Distribution network in the entire area and Restoration of roads in the entire area of Pulivendula Municipality for Rs. 66.15 Crores.

2. In the reference 2nd read above, the Engineer-in-Chief (PH), Hyderabad has stated that the above work was entrusted to M/s. Ramky Infrastructure Ltd., on 23.11.2007 work is under brisk progress and 60% of the work is completed. It was decided that as “some of the adjacent areas in Bhakrapuram and Yerragundlapalli which have been left over in the present scheme should also be included for providing UGD as these areas have merged with the main town”. Accordingly the estimate for the above work is revised for providing water supply and UGD network in the above areas. In addition to this, additional water supply lines were laid on both sides of R&B main roads in order to avoid road cuttings for house service connections. This component is also incorporated in the revised estimate.

3. He has also stated that in the earlier sanctioned estimate, provisions such as Service tax, Labour cess were not incorporated and a provision of 2.8% towards VAT was provided. Now it is mandatory to deduct Service tax Labour cess and VAT at 4% from the work bills. Hence the above provisions towards TAX Component are made in the revised estimate.

4. The revised estimate amount is worked out to Rs. 78.38 Crores as against original sanction of Rs. 66.15 Crores. The additional amount of Rs. 12.23 Crores is caused due to the following deviation items.

Rupees in Crores

S. No.	Deviation item of Work	As per sanctioned Estimate	As per Revised Estimate	Excess	Less	Remarks
1	Providing Underground Drainage network in the entire area of Zone IV of Pulivendula Municipality.	11.00	11.00			
2	Providing Underground Drainage network in the balance areas of	26.25	23.75		2.50	

	Zone I, II & III of Pulivendula Municipality.					
3	Restoration of roads in the entire area of Pulivendula Municipality	13.50	13.50			
4	Providing Water Supply Distribution network in the entire area of Pulivendula Municipality	15.40	17.95	2055	Parallel lines in R&B Roads & Rider lines	
5	Providing Under Ground Drainage network in Bhakrapuram area	-	3.05	3.05	-	
6	Providing Water supply lines in Bhakrapuram, Yerragundlapalli	-	2.60	2.60	-	
7	Tax components (Service Tax, Labour cess, difference in VAT 2.8% to 4%)	-	5.42	5.42	-	
8	Price adjustment	-	1.11	1.11	-	
	Total	66.15	78.38	14.73	2.50	

5. As per the above statement the net increase of amount of Revised estimate is Rs. 12.23 Crores and the details of the components which caused the increase of amount are given below.

S. No	Name of Component	:	Excess amount (Rs. Crores)	Excess % over Estimate
1.	Increase due to work component for providing UGD & Water Supply line in Bharkapuram & Yerragundlapalli & Providing Parallel lines in R&B Roads.	:	5.42	8.19%
2	Tax components Service Tax, Labour cess, difference in VAT 2.8% to 4% for the entire scheme.	:	5.42	8.19%
3	Price adjustment	:	1.11	1.68%
4	Tender Premium	:	0.54	0.82%
	Total Deviations		12.23	18.48%

6. Therefore, the total increase in the revised estimate is Rs. 12.23 Crores (i.e. 18.48% excess over sanctioned estimate), out of which, the increase in the work component for providing UGD & Water Supply line in Bharkapuram & Yerragundlapalli & providing parallel lines in R&B Roads is Rs. 5.16 Crores (i.e. 7.80% excess over Estimate amount) and the increase due to tax component, price adjustment and Tender premium is Rs. 7.07 Crores (i.e. 10.68% excess).

7. The Engineer-in-Chief (PH), Hyderabad has further submitted that the above works were entrusted to M/s. Ramky Infrastructure Pvt, Ltd., Hyderabad as a single package under EPC system for an IBM value of Rs. 55.50 Crores @ 6.8652 % excess over IBM value. The work is under brisk progress and 60% of work is completed. The additional works are already taken up with the same agency with the existing agreement conditions which amounts to 25.32% excess over IBM value.

8. In view of this he has requested to;

a) Accord revised administrative sanction for Rs. 78.38 Crores with the following method of financing in superseding the earlier G.O.'s

Start up funds	:	Rs. 1.70 Crores
Non Plan Grants	:	Rs. 6.30 Crores
Plan Grants	:	Rs. 70.38 Crores

Total	:	Rs. 78.38 Crores

b) To take up the additional works with the present agency with existing agreement conditions, and to approve the work slip for Rs. 72.88 Crores which is 25.32 % excess over IBM (Excluding T.P.)

9. Government after careful examination hereby accord revised administrative sanction for an amount of Rs. 78.30 Crores (Rupees Seventy Eight Crores and Thirty Eight Lakhs only) for Puliwindula Municipality for providing Under Ground Drainage & Water Supply line in Bharkapuram & Yerragundlapalli & providing parallel lines in R&B Roads and also to take up the additional works with the present agency with existing agreement conditions, and to approve the work slip for Rs. 72.88 Crores, which is 25.32 % excess over IBM (Excluding T.P.).

10. The Engineer-in-Chief (PH), Hyderabad is requested to take necessary action, accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**Dr. C.V.S.K. SARMA
PRINCIPAL SECRETARY TO GOVERNMENT**

To
The Engineer-in-Chief (PH), Hyderabad
Copy to:
The P.S. to Hon'ble M(MA).
The P.S. to Principal Secretary to Govt., MA&UD Deptt.,
SF/SC

//Forwarded by Order//

SECTION OFFICER